

Agency 105

Office of Financial Management**Recommendation Summary**

Dollars in Thousands

	Annual FTEs	General Fund State	Other Funds	Total Funds
2005-07 Expenditure Authority	270.8	33,043	72,573	105,616
Supplemental Changes				
Roadmap Feasibility Study	1.2		1,239	1,239
Enterprise Systems	5.3		3,118	3,118
WorkFirst Performance Team Funding	2.3	470		470
Capital Budget System Replacement			500	500
Management and Accountability Proposal #	2.5	2,768		2,768
Policy and Consensus Center		200		200
Capital Predesign Evaluations		200		200
Regulatory Improvements		550		550
Parks Capital Study		100		100
Marine Division Finance Study			200	200
Education Partnership	.3		1,216	1,216
SmartBuy		(191)		(191)
Pension Plan 1 Unfunded Liabilities			160	160
Classification Revisions			(4)	(4)
Central Service Agency Charges		183		183
Subtotal - Supplemental Changes	11.5	4,280	6,429	10,709
Total Proposed Budget	282.2	37,323	79,002	116,325
Difference	11.5	4,280	6,429	10,709
Percent Change	4.2%	13.0%	8.9%	10.1%

SUPPLEMENTAL CHANGES**Roadmap Feasibility Study**

The roadmap process identifies the business value that can be achieved through the statewide adoption of best business practices in areas such as procurement, budgeting, asset management and accounting. Funding is provided to complete the feasibility study that identifies alternatives, costs, benefits, and risks. The study will recommend options that provide the best value to the state. (Data Processing Revolving Account-Nonappropriated)

Enterprise Systems

An enterprise-wide contracts management system will be developed to replace current, independent contracts management systems used by various agencies. The first phase to address grant management will be deployed by the end of this biennium. (Data Processing Revolving Account-Nonappropriated)

WorkFirst Performance Team Funding

Funding to maintain the WorkFirst Performance Team within the Office of Financial Management is permanently transferred from the Department of Social and Health Services.

GOVERNMENTAL OPERATIONS

Capital Budget System Replacement

The Office of Financial Management, in support of a Joint Legislative Audit and Review Committee study, has completed a review of the state's capital budgeting process. The review confirmed that current systems do not adequately support the process. This investment will improve capital budgeting and monitoring systems, streamline budget development tasks, and provide more information needed for decision-making. (Data Processing Revolving Account-Nonappropriated)

Management and Accountability Proposal #

Funding is provided to follow up on and address the opportunities identified in the Governor's Management Accountability and Performance (GMAP) process. Staff will conduct agency performance reviews, business process redesign, agency management assessment, performance measure development, and other activities designed to bring about more effective and accountable administration of state resources.

Policy and Consensus Center

Farmers are being asked to improve their environmental stewardship practices while they are also striving to maintain the economic viability of their farming operations. To address this tension, pilot projects will be identified to demonstrate ways to improve both the economic bottom line for farmers and environmental outcomes. The Washington State University and University of Washington Policy Consensus Center (PCC) will provide project coordination and technical assistance to the Office of Financial Management (OFM) and other state agencies to work with interested parties in this effort. The PCC, working through OFM, will prepare an initial report to the Governor and Legislature by September 2005, and will refine those projects identified for funding and implementation by the Governor and Legislature.

Capital Predesign Evaluations

Funding is provided to evaluate five major capital project predesigns in the 2005-07 Biennium. Selected projects are estimated to cost \$5 million or more and represent a variety of agencies and project complexity. The goal of these studies is to identify cost savings early in the process on a variety of projects, and to obtain better cost estimates for use in future budget proposals. OFM will contract with a team of experts to perform an in-depth evaluation of statutorily-required elements of a project.

Regulatory Improvements

The Office of Regulatory Assistance (ORA) provides facilitation, coordination, and education to improve citizen and business interactions related to state regulatory and rulemaking processes. Funding will support the Governor's Regulatory Improvement Program within ORA to improve the state's regulatory climate. ORA, in coordination with the Departments of Ecology, Fish and Wildlife, and key business licensing, taxing, and regulatory agencies, will begin implementing specific actions including expanded integration of state and local government permit teams for combined environmental review (including private development projects); expanded use of programmatic and general permits; deployment of a single portal for businesses to apply for and track permits and licenses, pay taxes, and obtain relevant regulatory information; and implementation of a broader Wetland or Conservation Banking Offsite Mitigation program.

Parks Capital Study

Washington's state parks system requires capital funding for new parks, preservation of existing parks, deferred maintenance, and other capital improvements. One-time funding is provided for a contracted study of the state parks' capital budget program. The scope of the study will include, but not be limited to, processes for identifying and scoping proposed capital projects, management and administration of funded projects, and implementation of best management practices. Study recommendations will help shape implementation of the agency's 2007-09 capital budget.

Marine Division Finance Study

Funding is provided for a Marine Finance Study to evaluate the sustainability of the 10-year capital and operating programs. (Motor Vehicle Account-State)

GOVERNMENTAL OPERATIONS

Education Partnership

An unanticipated receipt was received to develop a framework for delivering teaching and learning to Washington's educators, and to help raise student achievement and graduation rates within a selected K-12 at-risk student population. The goals of the partnership are to deliver 21st century skills, prepare teachers and administrators, and develop a targeted student-centered, technology-rich plan to raise student achievement and graduation rates. (General Fund-Private/Local)